UTAH OIL AND GAS CONSERVATION COMMISSION
ALVANES WELLIGG, ELLIGIBLE LINGS FILE X MATERIANNIS LICENTIFICATION PARTY.
The second secon
MARCH 23, 1994
LAND TEE STATEMEND STATEMENDS STATEMEND U-72109 INDIAN
DRILLIES APPROVED APRIL 28, 1994
STUDDED 14
COMPLETED PUT TO PRODUCING
Initial FRODUCTION
GRAVITY API
GOR
PRODUCING ZONES OF THE TAX TO THE
TOTAL DEPTH
WELL LIEVATION
DATE AMANDONED Location Ahandoned Per BLM Effective 10/25/95
INC. COYOTE BASIN FIELD
URBI NA
COUNTY UINTAH
WELL NO EAST COYOTE FEDERAL #3-9-8-25 API NO. 43-047-32489
LOCATION 660' FNL IT FROM INI ISLUNE. 1980' FWL IT FROM IES IND LINE NE NW 1/4 - 1/4 SEC 9
TWP RGE SEC OPERATOR TWP RGE SEC OPERATOR
8S 25E 9 CHANDLER & ASSOC INC.

### SUBMIT IN TRIPLICATE.

(Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires: December 31, 1991

S. LEASE DESIGNATION AND SERIAL PO.

QUARTITY OF CHMORY

(see attached drilling plan)

(see attached drilling plan)

#### UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANA	U-72109			
APPLICATION FOR PERMIT TO DRILL OR DEEPEN			6. IF INDIAN, ALLOTTEE	NEW BRIEF SO
DRILL DEEPEN  DEEPEN			N/A  7. UNIT AGRHHMANT H  N/A	AMB
OIL WELL WELL OTHER	BINGLE MULTIP		East Covote	
Chandler & Associates, Inc.  3. ADDAMENT TRUSTONISMO.  555 SAVORTEENTH Street (1)	702)295-0600		9. ATWELLHO. 1/3-9-8-25	
555 Seventeenth Street (303)295-0400 Anaconda Tower, Suite 1850 Denver, Colorado 80202 Location of Wall (Report location clearly and in accordance with any State requirements.*) At mirrary			10. FIELD AND FOOL OR WILDCAT East Coyote Federal	
660' FNL 1980' FWL (NE 1/4 NW ) At preposed prod. sens same	1/4)		Sec. 9, T8S,	MA
4. DIRTANCE IN MILES AND DIRECTION FROM REAREST TOWN OR PO See Topo Map "A"	DET OFFICE.		12. COUNTY OR PARISM Uintah	
O. DISTANCE FROM PROPOSES* LOCATION TO MEASEST PROPERTY OF LEASE LIFE, 54. (Also to certest drig. unit lise, if any)	16. NO. OF ACRES IN LEARS 160		P ACRES ASSISHED 40	<u>'</u>
S. DISTANCE FROM PER CORED LOCATIONS TO NEAREST WELL DRILLING, COMPLETED, OR APPLIES FOR, ON THIS LEASE, FT. 1850 + +	19. гноговар рагти 4316 '		TARY OR CABLE TOOLS	
21. SLEVATIONS (Show whether DF, ET, GE, etc.) 5459 GR.			A.S.A.P.	R WILL START
3. PROPOSED CA	SING AND CEMENTING PROGRA	4		

l. M.I.R.U.

SIZE OF ROLE

12 1/4"

7 7/8"

2. Drill to T.D. 4316'

ORANG SEZE OF CASSIG

8 5/8"

3. Run 5 1/2" casing if commercial production is indicated

WEIGHT PER POOT

24#

15.5

4. If dry hole, wekk wukk be plugged and abandoned as instructed by B.L.M.

SETTING DEPTH

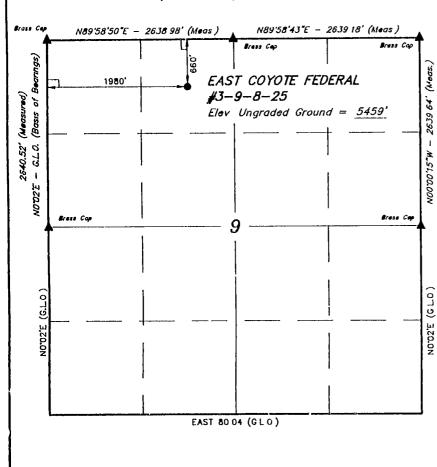
350'

43161

5. Well will be drilled with fresh water to 3900' then chem gel mud to

I.D. mud will be in pla	ice to .i.	un 3 1/2 c	asing.		
I hereby certify that I am to to conduct lease operations, activities is being provide #2396118, with Reichart Silv	Bond coded by Char	overage pur	suant to 43 CF1	R 3104 fo	r lease
OVE SPACE DESCRIBE PROPOSED PROGRAM: If proposed	l lu to deepen, giv	s data on present pro-	ductive zene and ercessed n	ew preductive ze	MAR <b>2 3</b> 1994
directionally, give pertinent data on substantace lecitions and m	seasured and true	vertical depths. Give i	llewout preventer program, if		7-12 PLE TO TO TO
Fodd V. Me Donald		Petroleum	Engineer	DATS	3.21-94
This space for Federal or State office use)		·····			SINTE -
RAUT NO. 43 C47- 32484		_ APPROVAL DAT	CF Ui <del>Cit, GAS</del>		HOF
plication approval does not warrant or senify that the applicant h	elds legal er espait	sble title to these rights	in the subject lange which wen	Marriello Compile	and David Globyle
HOITIONS OF APPROVAL, IF ANY			The	1 1111	0111
PROVED BY	mu		MULL SPAC	MGR H	9-3-2-2

### T8S, R25E, S.L.B.&M.



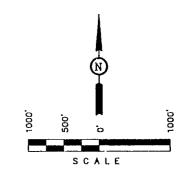
CHANDLER & ASSOCIATES, INC.

Well location, EAST COYOTE FEDERAL #3-9-8-25, located as shown in the NE 1/4

NW 1/4 of Section 9, T8S, R25E, S.L.B.&M. Uintah County, Utah

#### BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHWEST CORNER OF SECTION 4, TBS, R25E, S L B &M TAKEN FROM THE DINOSAUR QUADRANGLE, UTAH-COLORADO, 7.5 MINUTE QUAD (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5509 FEET.



#### CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLI

REGISTERED LAND SURVEYOR REGISTRATION NO 5709 STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(801) 789-1017 SCALE DATE SURVEYED. DATE DRAWN 1" = 1000' 3-9-94 3-14-94

PROPOSED WELL HEAD

= 90' SYMBOL

LEGEND:

**= SECTION CORNERS LOCATED** 

DJS DA N.H WEATHER COCL

PARTY

G.L.O. PLAT

REFERENCES

CHANDLER & ASSOCIATES, INC.

# CHANDLER & ASSOCIATES, INC. DRILLING PLAN FOR THE EAST COYOTE FEDERAL #3-9-8-25

#### I. DRILLING PLAN:

- 1. Geological Surface Formation: Uintah
- Estimated Tops:

<u>Name</u>	Top	Prod. Phase Anticipated
Green River	1470′	
X Marker	3115′	
Y Marker	35301	
Z Marker	3886′	
Oil Zone	4071'	Oil
Wasatch	4272'	
TD	4316′	

#### 3. CASING PROGRAM:

	<u>Depth</u>	<u> Hole</u> <u>Size</u>	<u>Csg.</u> Size	<u>Type</u>	Weight
Surface	350′	12-1/4"	8-5/8"	K-55	24#/ft
Prod.	4316′	7-7/8"	5-1/2"	K-55	15.5#/ft

- 4. Operator's Specification for Pressure Control Equipment:
  - A. 2,000 psi W.P. Double Gate BOP or Single Gate BOP (Schematic attached).
  - B. Functional test daily.
  - C. All casing strings shall be pressure-tested (0.2 psi/foot or 1500 psi, whichever is greater) prior to drilling the plug after cementing; test pressure shall not exceed the internal yield pressure of the casing.
  - D. All ram-type preventers and related control equipment shall be tested at the rated working pressure of the stack assembly or at 70 percent of the minimum internal yield pressure of the casing, whichever is less. Tests shall be done at the time of installation, prior to drilling out, and weekly. All tests shall be for a period of 15 minutes.

#### 5. Auxiliary Equipment:

- A. Kelly Cock yes.
- B. Float at the bit no.
- C. Monitoring equipment on the mud system visually.
- D. Full opening safety valve on rig floor yes.
- E. Rotating head no. (\* yes see below)
- F. The blooie line shall be a least 6" in diameter and extend at least 100' from the wellbore into the reserve/blooie pit. (\* see below)
- G. Blooie line ignition shall be provided by a continuous pilot (ignited when drilling below 500'). (\* see below)
- H. Compressor shall be tied directly to the blooie line through a manifold. (\* see below)
- I. A mistor with a continuous stream of water shall be installed near the end of the bluoie lines for dust suppression. (\* see below)

#### 6. Proposed Circulating Medium:

Depth	Mud Type	Density (lb./gal)	Viscosity	Water Loss
0'-350'	Fresk Water with LCM	8.4	30	No control
350'-3900'	Fresh Water with LCM	8.4 ~ 8.6	30-35	No control
3900'-TD	Chem Gel Mud	8.8	30-35	10 cc or less

<sup>\*</sup> Because of potential severe lost circulation in this area a portion of this hole may have to be drilled with aerated fluid and the bloose pit will be utilized.

#### 7. Testing, Logging, and Coring Program:

- A. Cores None anticipated.
- B. DST 1 anticipated.
- C. Iogging DIL-GR (TD to surface). CNL/Litho Density (base of surface to Tr) Mud Logger (base of surface to TD)
- D. Formation and Completion Interval: Green River interval, final determination of completion will be made by analysis of logs. Stimulation - Stimulation will be designed for the particular area of interest as encountered.
- E. Frac gradient approximately .80 psi/ft.

#### 8. Cementing Program:

Casing	<u>Volume</u>	Type & Additives
Surface	265 sx	Class "G" w/2% CaCl2 1/4#/sk cello seal (based on 100% access)
Production	630 sx *	330 sx Super "G" containing 47#/sk Class "G" plus 20#/sk Poz"A" plus 17#/sk CSE plus 3% salt plus 2% Gel followed by 300 sx Class "G" containing 0.15% WR-15 (Retarder)

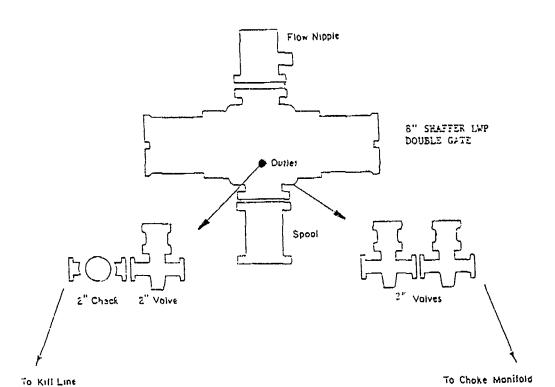
#### Cement Characteristics:

<sup>\*</sup> Final cement volume to be calculated from caliper log with an attempt to be made to circulate cement to surface.

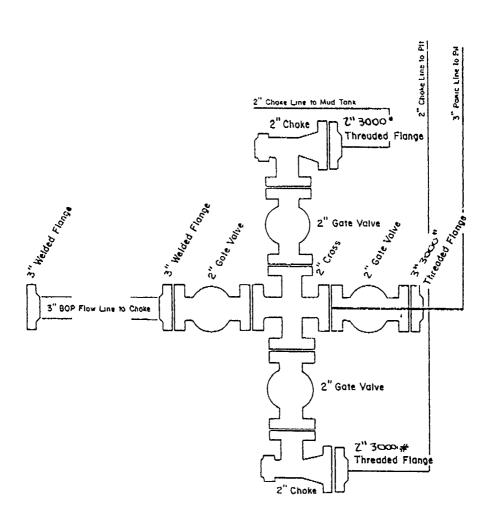
A bond log will be run across the zone of interest and across zones as required by the authorized officer to insure protection of natural resources.

9. <u>Anticipated Abnormal Pressures and Temperatures, Other</u> Potential Hazards:

No abnormal temperatures or pressures are anticipated. No  $\rm H_2S$  has been encountered in or known to exist from previous wells drilled to similar depths in the general area. Maximum anticipated bottom hole pressure equals approximately 1,600 psi (calculated at 0.393 psi/ft) and maximum anticipated surface pressure equals approximately 704 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/ft).



### CHANDLER DRILLING RIG NO.7



# II. SURFACE USE PLAN CHANDLER & ASSOCIATES, INC. EAST COYOTE FEDERAL #3-9-8-25

#### Existing Road:

- A. Topo Map "A" is the vicinity map, showing the access routes from Vernal, Utah.
- B. Topo Map "B" shows the proposed access road to each individual well. It also shows existing roads in the immediate area.
- C. The existing and proposed access road, unless otherwise stated, shall be crowned, ditched, and dipped from the nearest improved road.
- D. Occasional maintenance blading and storm repairs will keep roads in good condition.
- E. There shall be no mud blading on the access road. Vehicles may be towed through the mud provided they stay on the roadway.
- F. Application for off lease road right-of-way is hereby requested for the portion of road which is shown on attached Topo Map "B". (Highlighted)

#### 2. Planned Access Roads:

The proposed access road, will be crowned, ditched, and dipped.

- A. Maximum grade will be 8% or less, unless otherwise stated.
- B. No turnouts will be required.
- C. Low water crossings to be placed in Proposed Access road during drilling process and culverts may be installed at a later date.
- D. Road surface material will be that native to the area. (except for bottom of low water crossings were a more appropriate material shall be used).

- E. No cattleguard will be required.
- F. The proposed access road was flagged at the time the location was staked.
- G. The Vernal District Area Manager will be contacted at least 24 hours prior to commencing construction of the access road and well pad.
- H. The backslopes of the proposed access roads will be no steeper than vertical or 1/4:1 in rock; and 2:1, elsewhere.

The operator or his contractor will notify the BLM office in Vernal, Utah (phone #(801)789-1362) at least 48 hours prior to commencement of any work on these locations, roadways, or pipelines.

#### 3. Location of Existing Wells:

See Topo Map "C".

#### Location of Existing and/or Proposed Facilities:

- A. All Petroleum Production Facilities are to be contained within the proposed location sites.
- B. In the event that production of these wells is established, the following will be shown:
  - Proposed location and attendant lines, by flagging, if off well pad.
  - Dimensions of facilities.
  - Construction methods and materials.

- C. The area used to contain the proposed production facilities will be built using native materials. If these materials are not acceptable, then other arrangements will be made to acquire them from private sources. These facilities will be constructed using bulldozers, graders, and workman crews to construct and place the proposed facilities.
- D. All permanent facilities placed on the locations shall be painted Desert Tan to blend with the natural environment.
- E. A dike shall be constructed around the tank battery, of sufficient capacity to adequately contain at least 110 percent of the storage capacity of the largest tank within the dike.
- F. All buried pipelines shall be covered to a depth of 3 feet except at road crossings where they shall be covered to a depth of 4 feet.
- G. Construction width of the right-of way/pipeline route shall be restricted to 50 feet of disturbance.
- H. Pipeline location warning signs shall be instilled within 90 days upon completion of construction.

#### 5. Location and Type of Water Supply:

Water to be used for the drilling of these wells will be hauled by truck over the roads described in item #1 and item #2, from the Vernal City water supply - A-1 Tank Rental permit #53617-43-8496 - (which is approximately 37 miles northwest of the proposed locations). However in coordination with the B.L.M., Fish and Wildlife and or any other regulatory body a closer source will be sought out. If found a sundry notice and permit will be executed stating such source prior to drilling.

No water wells are to be drilled.

#### 6. Source of Construction Materials:

- A. No construction materials are needed for drilling operations. In the event of production, the small amount of gravel needed for facilities will be hauled in by truck from a local gravel pit over existing access roads from the area. No special access other than for drilling operations and pipeline construction is needed.
- B. All access roads crossing Federal Land are described under item #2 and shown on Map #1.

All Construction material for these location sites and access roads shall be borrow material accumulated during the construction of the location sites and access roads. No additional construction material from other sources is anticipated at this time, but if it is required, the appropriate actions will be taken to acquire it from private sources.

C. All surface disturbance area is on BLM lands

#### 7. Methods for Handling Waste Disposal:

- A. Drill cuttings will be burned in the reserve pit when covered.
- B. Drilling fluids will be contained in the reserve pit.
- C. Any hydrocarbon liquids produced while production testing will be contained in a test tank. Any unavoidable spills of oil or other adverse substances or materials will be removed immediately during drilling progress or during completion operations.
- D. Portable chemical toilets will be provided and serviced by a local commercial sanitary service.

E. Garbage and trash will be collected in a trash cage and its contents hauled to a sanitary landfill.

All wastes caused by the construction activities shall be promptly removed and disposed of in a sanitary landfill or as directed by the authorized officer.

F. Prior to commencement of drilling, the reserve pit will be fenced on three sides using three strands of barbed wire. When drilling activities are completed it will be fenced on the fourth side and allowed to dry (if liquids are present). After drying, the fences will be removed and the pit shall be buried. Reclamation will be undertaken no later than the fall of the year after all drilling activity has ceased.

#### 8. Ancillary Facilities:

No air strips, camps, or other living facilities will be built off the location. Housing and office trailers will be on the location as seen on the location layout.

#### 9. Well Site Cayout:

- A. See attached cutsheet.
- B. The Vernal District Area Hanager will be contacted at least 24 hours prior to commencing construction of the access road and well pad.
- C. The authorized officer will determine after the location is constructed whether the pit is to be lined, and if so, the type of material to be used.
- D. Topsoil shall be stripped to a depth of 4 to 6 inches and stockpiled as shown on the location layout plat.
- E. The backslopes of the locations will be no steeper than vertical or 1/4:1 in rock, and 2:1 elsewhers.
- F. The upper edges of all cut banks on the access roads and well pads will be rounded.

#### 10. Plans for Restoration:

- Α. Immediately upon completion, the location and surrounding area will be cleared of all debris, materials, trash and junk not required production.
- В. Before any dirt work to restore the location takes place, the reserve pit must be completely dry. The reserve pit will be reclaimed within 90 days from the date of well completion.
- C. The Vernal District Area Manager shall be notified at least 48 hours prior to commencing reclamation work.
- D. All disturbed areas will be seeded with the following mixture:

#### Seed Mixture #2

Species

#### Lbs. PLS/Acre Western Wheatgrass (Rosanna) 2 Crested Wheatgrass (Fairway or Hycrest) 3 Fourwing Saltbrush (Wytana/Rincon) 6 Yellow Sweet Clover 1

- Ε. The seed bed will be prepared by disking, following the natural contour. Drill seed on contour at a depth no greater than 1/2 inch. In areas that cannot be drilled, the seed will be broadcast at double the seeding rate and harrowed into soil. Certified seed is recommended.
- F. Fall seeding will be completed after September, and prior to prolonged ground frost.
- G. If the well is a producer, access roads will be upgraded and maintained as necessary to prevent soil erosion, and accommodate year round traffic. Areas unnecessary to operations will be reshaped, topsoil distributed, and seed distributed according to the above mixtures. Perennial vegetation must be established. Additional work shall be required in case of seeding failures, etc.

- н. If the well is abandoned or is a dry hole, the access road and location will be restored to approximate the original contours. reclamation of the site the fill material will be pushed into cuts and up over the backslope. depressions will be left that would trap water or form ponds. Topsoil will be distributed evenly over the location and seeded according to the above mixture. The access road and the location shall be ripped or disked prior to seeding. vegetation must be established. Additional work shall be required in case of seeding failures, etc.
- Ι. Annual or noxious weeds shall be controlled on all disturbed areas as directed by the White River Rescurce Area Manager. Method of control shall be an approved mechanical  $\pi$ ethod Environmental Protection Agency (EPA) registered herbicide. All herbicide application proposals must be approved by the B.L.M. Application proposals must be approved by the Application of herbicides must be under direct field supervision of an EPA certified pesticide applicator.

#### 11. Other Information:

A. The area is used by man for the primary purpose of grazing domestic livestock.

All activity shall cease when soils or road surfaces become saturated to a depth of three inches, unless otherwise approved by the Authorized Officer.

If any fossils are discovered during construction, the operator shall cease construction immediately and notify the Authorized Officer so as to determine the significance of the discovery.

- B. A Class III cultural resource inventory shall be completed prior to disturbance by a qualified professional Archaeologist.
- c. United States οf America considers the development of groundwater resources necessary and frequently indispensable to effective land management. Therefore, any groundwater intercepted by the party conducting mineral exploration shall be reported to the District Manager immediately including approximate quantities and a sample ın a sealed container. The United States shall have the first opportunity to file State water rights for the intercepted groundwater. The undersigned may file for water rights only with a written waiver from the District Manager.
- D. The operator is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials and contact the authorized officer (AO). Within five working days the AO will inform the operator as to:

whether the materials appear eligible for the National Register of Historic Places; the mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and a timeframe for the AO to complete an expedited review under 36 CFR 800-11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that the required mitigation has been completed, operator will then be allowed to resume construction.

- E. Construction & Drilling activities shall cease on or before May 15 and may begin again on June 21 of each calender year due to Antelope Kidding.
- 12. Lessee's or Operator's Representative:

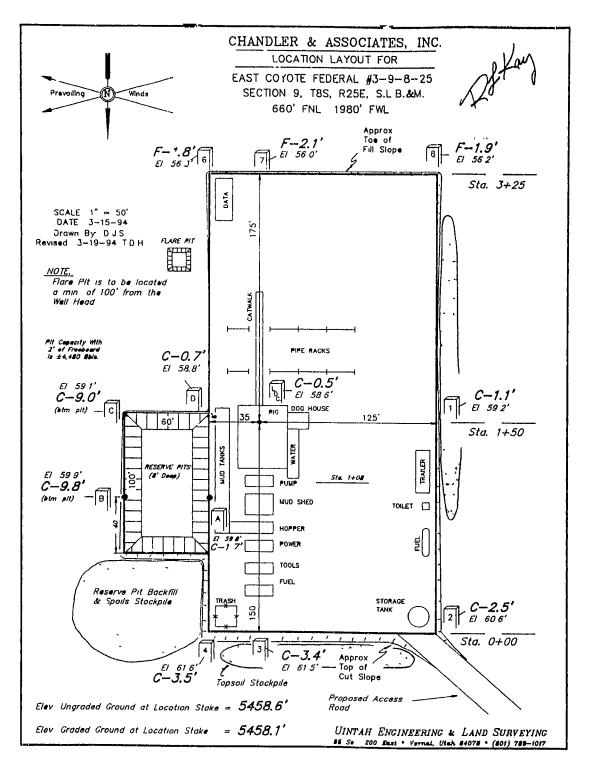
Mr. Todd McDonald Petroleum Engineer Chandler & Associates, Inc. 555 Seventeenth Street Andonda Tower, Suite 1850 Denver, Colorado 80202 Telephone #(303)295-0400

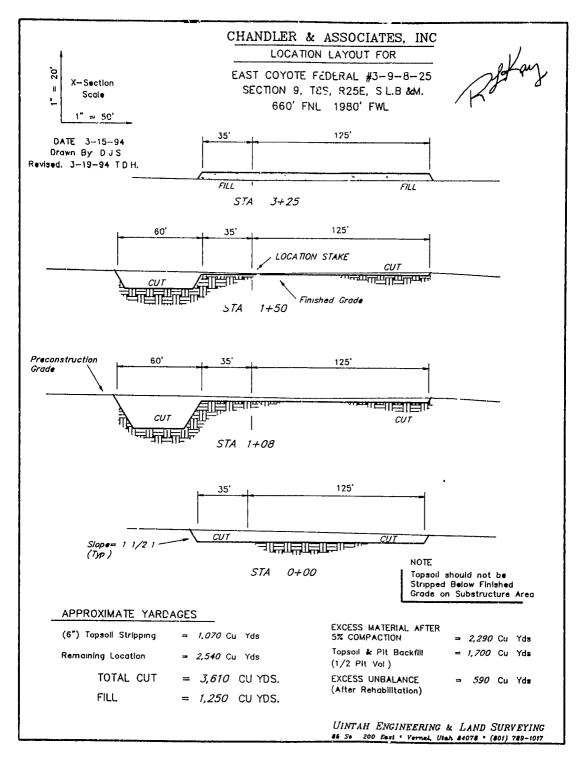
#### 13. <u>Certification</u>:

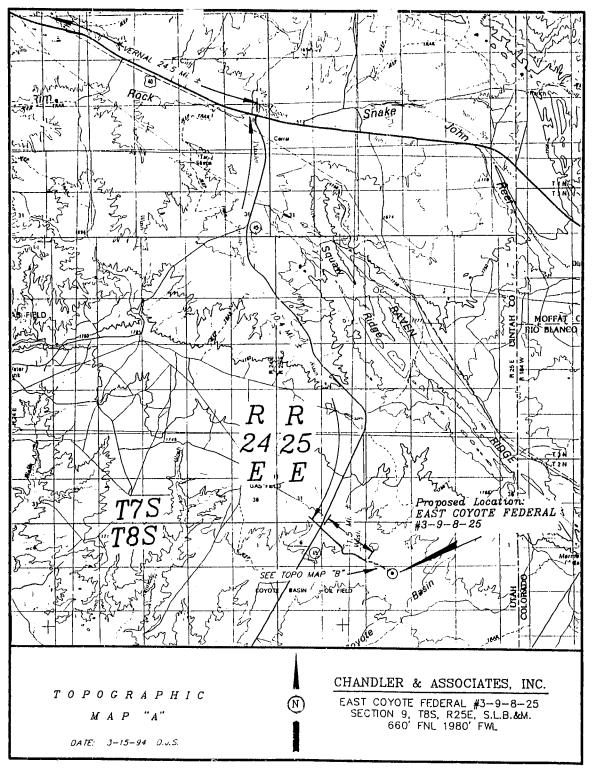
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite(s) and access route(s); that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Chandler & Associates, Inc., and its contractors and subcontractors in conformity with the plan and the terms and conditions under which it is approved.

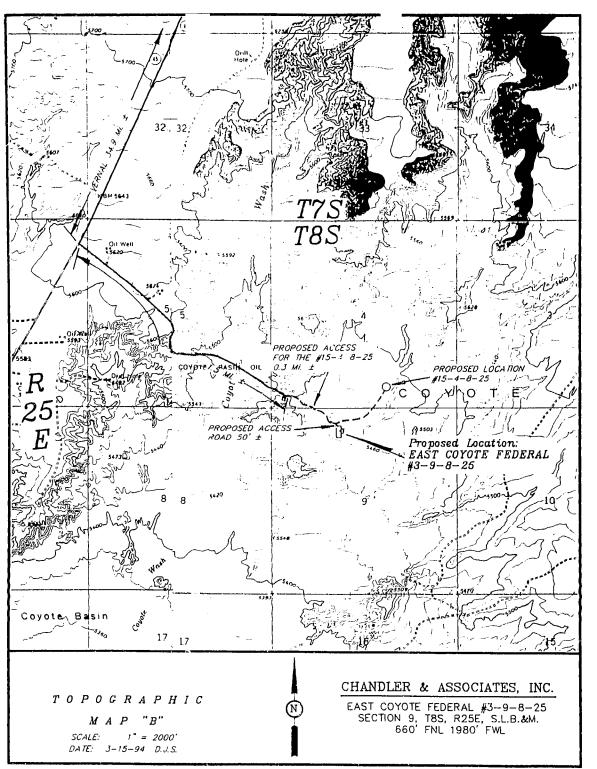
This statement is subject to the provision of 18 U.S.C. 1001 for the filing of a false statement.

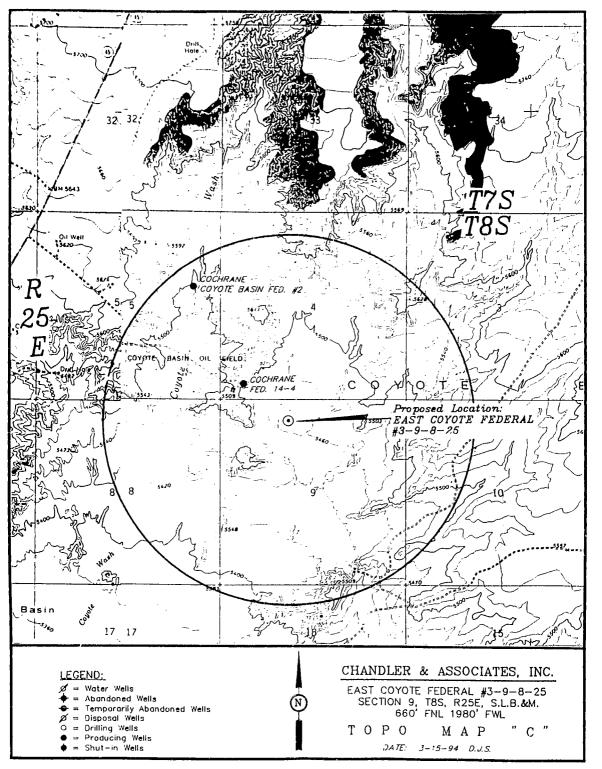
3-21-94 field & M. Donald
Date Todd McDonald







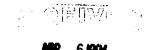




### **COCHRANE RESOURCES, INC.**

Engineering Wellsite Supervision Lease Operating P.O. Box 1656 Roosevelt, Utah 84066 Phone (801) 722-5081

April 4, 1994



Balcron Oil Company P.O. Box 21017 1601 Lewis Avenue Building Billings, Montana 59104

Attn: Ron Santi

Re: Spacing order

Coyote Basin Field

Dear Ron:

The spacing order for the Coyote Basin Field is stand up 80 acres established in 1967 by Board Order Cause No. 129-1. Since that time there have been at least nine exceptions granted to this spacing order including approximately 5 to Bacron before the unit was formed.

Cochrane Resources has formed out acreage in sections 3, 4, 8, and 9, of 8 South 25 East and the Farmee would like to drill a well in the SE - SW Sec 4, 8 S, R 25 E. Because the spacing order designates the well to be in the NE of SW, we are seeking an exception to the spacing order.

The State advises me that before granting an exception to the spacing order they would like to hear from the offset lease holders. Therefore I would like to request a letter from Balcron Oil Co., as unit operator, hopefully supporting this location. As working interest owners in the unit, Cochrane and McDonald have no objections.

Please advise if you have any questions.

Yours truly,

Ken Allen

mach

CC: Ron Firth: State of Utah

### WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 03/23/94	API NO. ASSIGNED: 43-047-32489
WELL NAME: EAST COYOTE FED 3-9-8-25 OPERATOR: CHANDLER & ASSOCIATES INC	C (N3320)
PROPOSED LOCATION: NENW 09 - T08S - R25E SURFACE: 0660-FNL-1980-FWL BOTTOM: 0660-FNL-1980-FWL UINTAH COUNTY COYOTE BASIN FIELD (570)  LEASE TYPE: FED LEASE NUMBER: U-72109	INSPECT LOCATION BY: / / TECH REVIEW Initials Date Engineering JM 4/28/94 Geology Surface
RECEIVED AND/OR REVIEWED:  V Plat V Bond: Federal[/] State[] Fee[] (Number 2346//8)  V Potash (Y/N) V Oil shale (Y/N) V Water permit (Number 536/7-43-8496)  RDCC Review (Y/N) (Date:)	LOCATION AND SITING:  R649-2-3. Unit:  R649-3-2. General. R649-3-2-2  R649-3-3. Exception.  Drilling Unit.  Board Cause no: 129-1  Date: 9/13/67
COMMENTS: A PAUL STATIVE STATE  R 6 4 4 - 3 - 2 - 2  STIPULATIONS:	CING GRANTEO WHOKA

R 24 E

R 25 E GREEN RIVER POOL UINTAH COUNTY FIELD 570 ACTIVE



Michael O Leavitt Governor Ted Stewart Executive Director James W Carter 801 359 3940 (Fax)
Division Director 801 538 5319 (TUD)

3 Triad Center, Suite 350 Salt Lake City Ulah 84180 1203 801 538 5340

801 359 3940 (Fax)

April 28, 1994

Chandler & Associates, Inc. 555 17th Street, Suite 1850 Denver, Colorado 80202

Re: East Coyote Federal #3-9-8-25 Well, 660' FNL, 1980' FWL, NE NW, Sec. 9, T. 8 S., R. 25 E., Uintah County, Utah

#### Gentlemen:

Pursuant to Utah Admin. R 649-3-2-2, Location and Siting of Wells and Utah Admin. R. 649-3-4, Permitting of Wells to be Drilled, Deepened or Plugged-Back, approval to drill the referenced well is hereby granted

In addition, the following specific actions are necessary to fully comply with this approval:

- 1. Compliance with the requirements of Utah Admin R 649-1 et seq, the Oil and Gas Conservation General Rules.
- 2. Notification to the Division within 24 hours after drilling operations commence
- 3. Submittal of Entity Action Form, Form 6, within five working days following commencement of drilling operations and whenever a change in operations or interests necessitates an entity status change
- 4. Submittal of the Report of Water Encountered During Drilling, Form 7.
- 5. Prompt notification prior to commencing operations, if necessary, to plug and abandon the well Notify Frank R Matthews, Petroleum Engineer, (Office) (801)538-5340, (Home) (801)476-8613, or K Michael Hebertson, Reclamation Specialist, (Home) (801)269-9212

Page 2 Chandler & Associates, Inc. East Coyote Federal #3-9-8-25 Well April 28, 1994

> Compliance with the requirements of Utah Admin. R. 649-3-20, Gas Flaring or Venting, if the well is completed for production.

This approval shall expire one year after date of issuance unless substantial and continuous operation is underway or a request for an extension is made prior to the approval expiration date. The API number assigned to this well is 43-047-32489.

Sincerely,

Associate Director

ldc

Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office

WOI1



#### CHAYDIER & ACCOCIATES, INC.

475 17TH ST • SUITE 1000 • DENVER COLORADO 80202 • 303 295 0400

August 17, 1995

USBLM. Vernal District 170 S 500 E Vernal Utah 84078

Attn Margie Hermann

Dear Ms Hermann

Chandler and Associates, Inc respectively requests that the above referenced APD's retain their present status and that no action is taken against them. At this time we are revaluating our interpretations of the area and do not wish to abandon any locations

Should you have any questions please feel free to contact me at (303) 295-0400

Sincerely,

CHANDLER AND ASSOCIATES

Thomas D Taylor
Production Geologist

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#### CHAMPHE & ASSOCIAMED, MYC.

4 '5 171H ST + SUITE 1000 + DENVER COLCRADO 80202 + 303 295 0400

August 18, 1995

State of Utah Divison of Oil, Gas and Mining 3 Triad Center Suite 350 Salt Lake City Utah 84180

Attn Jim Thomson

RF. E. Coyote #3-9-8-25

, 4<sup>3-047-32-48</sup> | E. Coyole #11-4-8-26

E Coyole #15-1-8-25 \ \(\gamma\_{13-047-32494}\)

Dear Mr Thomson

Chandler and Associates Inc respectively requests that the above referenced APD's retain their present status and that no action is taken against them. At this time we are revaluating our interpretations of the area and do not wish to abandon any locations

Should you have any questions please feel free to contact me at (303) 295-0400

Sincerely,

CHANDLER AND ASSOCIATES

Thomas D Taylor Production Geologist (SEP 1 4 1995

Certified Mail Return Receipt Requested 7, 413 579 731

Chandler and Associates, Inc. Attn: Thomas D. Taylor 475 17th Street, Suite 1000 Denver, CO 80202

Re: Well No. 3-9-8-25

Well No. 5-9-8-25 Lease U-65735

Well No. 15-4-8-25 Well No. 7-4-8-25 Lease U-65734

Well No. 11-4-8-25 Lease U-72109 Uintah, County, Utah

#### Dear Mr Taylor:

We are in receipt of your letter dated August 17, 1995, requesting that we retain the five referenced APD's in their present status. As you may recall when Chandler started into their proposed drilling program in the spring of 1994, BLM informed Chandler that in order to complete the processing of the referenced wells, an Environmental Assessment (EA) would have to be prepared due to the sensitive nature of the area in which the referenced wells were to be drilled. BLM also informed Chandler that in order for the EA process to be completed in a timely manner, the company could fund a third party contractor since BLM was unable to prepare the EA at the time. Chandler agreed to fund the contractor.

Since the required environmental documentation has not been initiated, BLM feels there is no need to hold the referenced pending APD's in limbo any longer. We will return the referenced APD's unless we hear from you within 30 days from the receipt of this letter, that you are pursuing the schedule for the timely completion of environmental documentation by a third party contractor.

If you have any questions or want to discuss this matter further, please call me at 801-781-4400.

Sincerely,

Paul m. Oh Paul M Andrews Area Manager

Book Cliffs Resource Area

BTolman:plp:September 12, 1995

bcc: Central file



3162 UT08438

### United States Department of the Interior

#### BUREAU OF LAND MANAGEMENT

Vernal District Office 170 South 500 East Vernal Utah 84078 2799

Phone (801) 781 1400 Fax (801) 781 1410

October 25, 1995

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00611 1A4

Chandler & Associates, Inc Attn Thomas D Taylor 475 17th Street, Suite 1000 Denver, CO 80202

Re

Well No 3-9-8-25 4A - 43-047- 32487

Well No 5-9-8-25

Well No 15-4-8-25 4 A Well No 7-4-8-25 Well No 11-4-8-25 4 A

Uintah County, Utah

Dear Mr Taylor

CC

The Applications for Permit to Drill the above-referenced wells are being returned unapproved as per the letter dated September 14, 1995, from the Book Cliffs Resource Area If you intend to drill at these locations at a future date, new Applications for Permit to Drill must be submitted

If you have any questions, please contact me at (801) 781-4492

Sincerely,

Margie Herrmann

Legal Instruments Examiner

argue Herrmann

State Div OG&M